Exhibit Name: Indemnity Calculation

Exhibit Number: P22-2, Plan 50

Record Name: Inventory Value Claim

Record Code: P22

Reinsurance Year: 2011

Version: Approved

Release Date: 6/30/2010

| Insurance Plan Code  |   | 50 Dollar Amount of Insurance |               |               |               |                       |  |  |  |
|--|---|-------------------------------|---------------|---------------|---------------|-----------------------|--|--|--|
| Commodity Code   |   | 0073 Nursery                  |               |               |               |                       |  |  |  |
|  |   | ,<br><u>Field</u>             | Record        | <u>Field</u>  | <u>Field</u>  | <u>Field</u>          |  |  |  |
| <u>Calculations</u>  |   | <u>Name</u>                   | <u>Number</u> | <u>Number</u> | <u>Format</u> | Rounding              | <u>Rules</u>                                   |  |  |
| Section 1: Loss Guarantee  | Calculation   |                               |               |               |               |                       |  |  |  |
| When Coverage Type Code  | is NOT EQUAL Catastrophic, "C":   |                               |               |               |               |                       |  |  |  |
|  |   | Unadjusted Loss Amount        | Internal      |               | S999999999    | None                  |  |  |  |
| Unadjusted Loss Amount = Field Market Value A - Field Market Value B   |   | Field Market Value A          | P22           | 34            | 99999999      | None                  |  |  |  |
|  |   | Field Market Value B          | P22           | 35            | 999999999     | None                  |  |  |  |
| Adjusted Loss Amount = Unadjusted Loss Amount * Under Reporting Factor |   | Adjusted Loss Amount          | P22           | 52            | S999999999    | Round to whole number |  |  |  |
|  |   | Under Reporting Factor        | P22           | 33            | 9.999         | None                  |  |  |  |
| When Coverage Type Code  | is EQUAL to Catastrophic, "C":  |                               |               |               |               |                       |  |  |  |
| Unadjusted Loss Amount =   | = SUM(Field Market Value A) by Unit - SUM(Field Market Value B) by Unit         | Unadjusted Loss Amount        | Internal      |               | S99999999     | None                  |  |  |  |
|  |   | Field Market Value A          | P22           | 34            | 99999999      | None                  | Sum of all Field Market Value A for the Uni    |  |  |
|  |   | Field Market Value B          | P22           | 35            | 99999999      | None                  | Sum of all Field Market Value B for the Uni    |  |  |
| Adjusted Loss Amount =   | = Unadjusted Loss Amount * Sum (Under Reporting Factor) by Unit                 | Adjusted Loss Amount          | P22           | 52            | S999999999    | Round to whole number |  |  |  |
|  |   | Under Reporting Factor        | P22           | 33            | 9.999         | None                  | Sum of all Under Reporting Factor for the Unit |  |  |
| Section 2 Indemnity Calcula  | ation   |                               |               |               |               |                       |  |  |  |
| Unadjusted Indemnity<br>Amount   | = Adjusted Loss Amount - Occurrence Deductible<br>Amount                        | Unadjusted Indemnity Amount   | P22           | 53            | S999999999    | Round to whole number |  |  |  |
|  |   | Occurrence Deductible Amount  | P22           | 38            | 99999999      | None                  |  |  |  |
| Preliminary Indemnity<br>Amount  | The lesser of:  XPS Effective Insurance Amount  Or  Unadjusted Indemnity Amount | Preliminary Indemnity Amount  | P22           | 54            | S9999999999   | None                  |  |  |  |

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Exhibit Name: Indemnity Calculation

Exhibit Number: P22-2, Plan 50

Record Code: P22

Record Name: Inventory Value Claim

Reinsurance Year: 2011

Version: Approved

**Release Date:** 6/30/2010

<u>Insurance Plan Code</u> 50 Dollar Amount of Insurance

| Commodity Code   | 0073 Nursery                |               |               |               |                       |              |  |  |
|--|-----------------------------|---------------|---------------|---------------|-----------------------|--------------|--|--|
|  | <u>Field</u>                | Record        | <u>Field</u>  | <u>Field</u>  | <u>Field</u>          |              |  |  |
| <u>Calculations</u>  | <u>Name</u>                 | <u>Number</u> | <u>Number</u> | <u>Format</u> | Rounding              | <u>Rules</u> |  |  |
| When Insurance Option Code List contains Rehabilitation Payment, "RH":                           |                             |               |               |               |                       |              |  |  |
| The Lesser of:   |                             |               |               |               |                       |              |  |  |
|  | Actual Rehabilitation Cost  | Internal      |               | S99999999     | Round to whole number |              |  |  |
| Actual Rehabilitation Cost = Actual Rehab Amount * Under Reporting Factor                        | Actual Rehab Amount         | P22           | 49            | 999999999     |                       |              |  |  |
|  | Under Reporting Factor      | P22           | 33            | 9.999         | None                  |              |  |  |
| Or   |                             |               |               |               |                       |              |  |  |
|  | Indemnity Amount            | P22           | 40            | S999999999    | Round to whole number |              |  |  |
| (Rehabilitation Plant Amount * .075) * Under   | Rehabilitation Plant Amount | P22           | 46            | 999999999     | None                  |              |  |  |
| Indemnity Amount = Reporting Factor * Coverage Level Percent * Insured                           | Under Reporting Factor      | P22           | 33            | 9.999         | None                  |              |  |  |
| Share Percent  | Coverage Level Percent      | P14           | 33            | 9.9999        | None                  |              |  |  |
|  | Insured Share Percent       | P22           | 39            | 9.999         | None                  |              |  |  |
| When Insurance Option Code List DOES NOT contain Rehabilitation Payment,                         |                             |               |               |               |                       |              |  |  |
| "RH":  |                             |               |               |               |                       |              |  |  |
| Proliminary Indomnity Amount * Incured Share Percent   | Indemnity Amount            | P22           | 40            | S999999999    | Round to whole number |              |  |  |
| Indemnity Amount = Preliminary Indemnity Amount * Insured Share Percent  * Price Election Factor | Insured Share Percent       | P22           | 39            | 9.999         | None                  |              |  |  |
| Frice Election Factor  | Price Election Percent      | P14           | 34            | 9.9999        | None                  |              |  |  |

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